LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

NOTE PREPARED: Jan 12, 2009

BILL NUMBER: HB 1572 BILL AMENDED:

SUBJECT: Medicaid managed care.

FIRST AUTHOR: Rep. Welch

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: Pending

DEDICATED FEDERAL

Summary of Legislation: Requires the office of Medicaid policy and planning (office) to expedite the review of an infant's placement and determine under certain circumstances that the infant is at a level of institutionalization that would qualify the infant for federal Supplemental Security Income. Requires each managed care organization that contracts with the office to provide services under the Medicaid program to: (1) have one uniform prescription drug formulary; (2) have one standard definition for specified terms; and (3) have one standard procedure for credentialing and claims processing. Requires payment for services under the Medicaid program in a hospital setting to be based on the individual's presenting symptoms and the services required to triage, diagnose, and treat the individual. Prohibits the denial of payment for services that are medically necessary solely because the provider did not obtain prior authorization in a timely manner.

Effective Date: Upon passage; July 1, 2009.

Explanation of State Expenditures: As of the above date, the fiscal analysis of this bill has not been completed. Please contact the Office of Fiscal and Management Analysis for an update of this fiscal impact statement.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

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State Agencies Affected:

Local Agencies Affected:

Information Sources:

Fiscal Analyst: Kathy Norris, 317-234-1360.

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